

be adjusted by subtracting one half of the value obtained from subtracting the top of the window price range from the previous week's average. Round up to the nearest twenty five cents plus one dollar and twenty five cents.

5.03 When hogs are delivered and not slaughtered the same day, fifty cents per hundred will be added to the price quote.

SPECIFICATIONS

6.01 Hogs will be delivered at a minimum desired carcass weight of one hundred seventy six pounds and a maximum desired carcass weight of two hundred twenty pounds.

6.02 Hogs delivered will maintain a backfat level under one inch measured at the midline of the last rib or cut out over fifty one percent lean on the average.

6.03 All hogs delivered must meet the specifications of the Level III status of the Pork Quality Assurance Program.

6.04 Hogs delivered under this agreement will be free from defects; these include but are not limited to abscesses, adhering lungs, mange, and arthritis.

6.05 John Morrell & Co. has the right to reject any and all hogs that do not meet the specifications described within this agreement.

DELIVERY OF HOGS

7.01 _____ will notify John Morrell & Co. before ten o'clock a.m. on Monday as to the number of hogs that will be delivered to John Morrell & Co. that week.

7.02 Hogs will be delivered on the dates and at the times specified by John Morrell & Co., where John Morrell & Co. may not demand more than thirty three percent of the hogs to be delivered under section 7.01 in one day.

7.03 John Morrell & Co. will notify _____ on the same Monday as to the date and time that the hogs will be delivered to John Morrell & Co.

CHANGES IN WEIGHT AND GRADE PROGRAM

8.01 John Morrell & Co. will allow a sixty day evaluation period after the introduction of a new weight and grade program where _____ may remove itself from the agreement if the John Morrell & Co. program is not competitive with others in the industry.

8.02 _____ must notify John Morrell & Co. of its desire to leave the agreement because of the change in its weight and grade program and then allow them sixty days to adjust the program or show where the program is not penalizing the hogs specified in this agreement.

EXCLUSIVE RIGHTS

9.01 _____ will be the only entity within _____ counties of the state of Minnesota that will be allowed to deliver hogs to John Morrell & Co. through a Window Pricing Agreement during the terms of this agreement.